the International Monetary Fund (IMF) has projected World growth to fall to 0.5 per cent in 2009 on purchasing power parity (PPP) basis, its lowest rate since World War II.

(b) yes, Sir. In its World Economic Outlook (WEO) update released in January, 2009, the International Monetary Fund (IMF) has projected India's growth at 5.1 per cent during 2009.

(c) As per Advance Estimates released by the Central Statistical Organisation (CSO), the growth rate of Gross Domestic Product (GDP) at factor cost at constant (1999-2000) prices for financial year 2008-09 (*i.e.* April, 2008 to March, 2009) has been estimated to be 7.1 per cent.

There is a range of growth rates which have been projected by different persons and bodies in various fora. The IMF projection for the year 2009 is on calendar year basis, which would roughly correspond to our financial year 2009-10 for which growth estimates are not yet available.

Adequate measures are being taken by the Government to protect the economy from the adverse impact of the ongoing global financial crisis.

Effects of globalization

1074. SHRI MOINUL HASSAN: Will the Minister of FINANCE be pleased to state:

(a) whether Government is aware that the fudging of accounts in Satyam Computer clearly cautions against the evil effects of the capitalist economy and the influence of competitive market forces on corporate sectors; and

(b) if so, whether Government will seriously introspect the effects of globalization in India, especially in the context of the global financial crisis?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL): (a) The fudging of accounts in Satyam Computer is an isolated incidence. Elaborate norms on corporate governance and related provisions/regulations in various statutes such as Companies Act 1956, Securities and Exchange Board of India Act, 1992 etc. reduce adverse effects of unbridled market forces.

(b) Further reforms of the Indian financial sector will focus on appropriate regulation of various parts of the system based on the risks they pose to the system. The opacity of OTC markets, excess leverage and regulatory gaps are the major causes of the present crisis. The Indian reform effort has always emphasized greater role for exchange traded markets for greater transparency and minimizing/eliminating counterparty risks.

Flights of money from the country

1075. SHRI MOINUL HASSAN: Will the Minister of FINANCE be pleased to state:

(a) whether Indian economy is growing at eight per cent per annum;